

**Shelby County Retirement System  
Required Supplementary Information  
For the Year Ended June 30, 2005**

**Schedule of Funding Progress**

Actuarial Valuation Date of June 30	Actuarial Value of Assets	Actuarial Accrued Liability	Unfunded Actuarial Accrued Liability/ (Surplus)	Funded Ratio	Covered Payroll	Unfunded Actuarial Accrued Liability/ (Surplus) as a Percentage of Covered Payroll
2000	\$ 740,062,567	\$ 613,838,116	\$ (126,224,451)	120.6%	\$ 200,325,882	(63.9%)
2001	753,767,893	679,275,060	(74,492,833)	111.0%	218,198,745	(34.1%)
2002	797,091,379	720,839,196	(76,252,183)	110.6%	233,148,476	(32.7%)
2003	794,201,990	769,753,615	(24,448,375)	103.2%	237,197,193	(10.3%)
2004	841,335,004	737,329,388	(104,005,616)	114.1%	246,685,081	(42.2%)
2005	885,049,492	780,800,809	(104,248,683)	113.4%	253,031,826	(41.2%)

**Disclosures Related to Shelby County Retirement System**

The information presented in the required supplementary schedules was determined as part of the actuarial valuations (or updates) at the dates indicated. Additional information as of the latest actuarial valuation follows:

Valuation date	July 1, 2003 for Contribution Requirement July 1, 2004 rolled forward to June 30, 2005 for funding purposes
Actuarial cost method	Projected unit credit service pro-rate cost method
Amortization method	20-year amortization from July 1, 2003 of excess assets over 100% of actuarial accrued liability using the level dollar method. The period is closed
Remaining amortization period	19 years on June 30, 2005
Asset valuation method	Funding Progress: 10-year smoothing method.  Contribution : 10-year smoothing method. The actuarial asset method changed from a 5-year smoothing method.
Rate of investment return	Funding Progress: 8.25% Contribution: 8.25%
Projected salary increases	Funding Progress: 4.00% Contribution: 4.00%
Cost of living adjustments	Funding Progress: 2.5% for Plan A Contribution: 2.5% for Plan A